

Stock code: 002032

Short form: Supor

Announcement No.:2025-017

## **Announcement of Profit Distribution Plan for 2024 Fiscal Year**

This Company and all members of the Board of Directors hereby warrant that all information disclosed here are true, accurate and complete, and contain no fictitious statement, misleading information or significant omission.

On March 27, 2025, the Proposal on Profit Distribution Plan 2024 was reviewed and adopted at the 14<sup>th</sup> Session of the Eighth Board of Directors and the 14<sup>th</sup> Session of the Eighth Board of Supervisors of Zhejiang Supor Co., Ltd. (hereinafter referred to as “the Company”, “this Company” or “Supor”). The above proposal shall be submitted to the Annual General Meeting of Shareholders for 2024 Fiscal Year for approval, and the details are as follows:

### **I. Brief of the Profit Distribution Preplan**

In accordance with the standard unqualified audit report provided by KPMG Certified Public Accountants (Special General Partnership), the parent company of Zhejiang Supor Co., Ltd. realized the net profits of CNY1,857,515,056.12 in 2024 (including the cash dividends paid by subsidiaries, amounting to CNY1,644,040,517.75), and could distribute profits of CNY3,278,810,132.94 to shareholders at the end of the year based on relevant provisions of Company Law and the Articles of Association, after allocating CNY185,751,505.61 as legal surplus reserve (note: the accumulated amount of legal surplus reserve reached 50% of total capital stock), plus the undistributed profit of CNY3,782,559,441.04 at the beginning of this reporting period, deducting the annual cash dividends for 2023 fiscal year of CNY2,175,512,858.61 distributed on May 28, 2024.

Based on the 796,692,233 shares at the end of 2024 (total capital stock of 801,538,407 shares at the end of 2024 deducted by 4,667,500 shares of repurchased shares in the Company’s special stock repurchase account and 178,674 shares of Restricted Stock repurchased and canceled on January 17, 2025), the Company will distribute all shareholders cash dividends of CNY28.10 per 10 shares (tax included), and total amount of cash dividends is CNY2,238,705,174.73. The Company will issue 0 bonus shares (tax included) and not convert capital reserves to

capital.

## II. Specifics of the Cash Dividend Plan

1. The Company's profit-distribution preplan for 2024 Fiscal Year does not involve any other risks.

| Items   | 2024             | 2023             | 2022             |
|---|------------------|------------------|------------------|
| Total amount of cash dividend (yuan)  | 2,238,705,174.73 | 2,175,512,858.61 | 3,447,732,861.96 |
| Total amount of repurchasing and canceling shares (yuan)  | 252,811,712.54   | 93,262,281.46    | -                |
| Net profit attributable to shareholders of the listed company(yuan)   | 2,244,444,529.35 | 2,179,798,147.27 | 2,067,659,526.97 |
| Undistributed profits accumulated at the end of this year as per the consolidated financial statements(yuan)  | 5,399,987,787.75 |                  |                  |
| Undistributed profits accumulated at the end of this year as per the parent company's financial statements(yuan)  | 3,278,810,132.94 |                  |                  |
| Whether the Company has been listed for three full fiscal years   | Yes              |                  |                  |
| Total amount of cash dividend over the past three fiscal years (yuan)   | 7,861,950,895.30 |                  |                  |
| Total amount of repurchasing and canceling shares over the past three fiscal years(yuan)  | 346,073,994.00   |                  |                  |
| Average net profit over the past three fiscal years(yuan)   | 2,163,967,401.20 |                  |                  |
| Total amount of cash dividends and repurchasing and canceling shares over the past three fiscal years(yuan)   | 8,208,024,889.30 |                  |                  |
| Whether the Company meets the possible situation of other risk warning stipulated in Article 9.8.1(9) of Rules governing the Listing of Shares on Shenzhen Stock Exchange | No               |                  |                  |

The Company's cumulative profit distributed in cash from 2022 to 2024 fiscal year amounts to 7.862 billion yuan, which is higher than 30% of the Company's average net profit over the past three fiscal years of 2.164 billion yuan. It does not meet the possible situation of other risk warning stipulated in Article 9.8.1(9) of Rules governing the Listing of Shares on Shenzhen Stock Exchange.

## III. Explanation of the Rationality of the Cash Dividend Plan

To provide positive returns to all shareholders, the Profit Distribution Preplan gives full consideration to the Company's long-term development and the interests of all shareholders. In addition, it considers both the current and future financial conditions and fund demands of the Company, and is in compliance with *the Company Law*, *Regulatory Guidelines for Listed Companies No.3-Cash Dividend of Listed Companies*, *the Articles of Association* of the Company, and other regulations. The implementation of the profit distribution preplan 2024 will not have

any significant impact on the Company's operating cash flow and debt repayment capability, and will not be harmful to the interests of the Company's shareholders, specially the minority shareholders. The Company did not use raised funds to supplement liquidity in the past twelve months and does not have any plan to use raised funds to supplement liquidity in the next twelve months.

#### **IV. Relevant Approval Procedures**

1. On March 27, 2025, the 14<sup>th</sup> Session of the Eighth Board of Directors reviewed and adopted the Proposal on Profit Distribution Plan 2024, and the Board of Directors agrees to submit the above proposal to the Annual General Meeting of Shareholders for 2024 Fiscal Year for approval.
2. On March 27, 2025, the 14<sup>th</sup> Session of the Eighth Board of Supervisors reviewed and adopted the Proposal on Profit Distribution Plan 2024, and the Board of Supervisors concludes that the Profit Distribution Preplan is law and rule compliant, and conforms to the commitment made by the Company in the profit distribution policy specified in *the Articles of Association*, and agrees to submit the above proposal to the Annual General Meeting of Shareholders for 2024 Fiscal Year for approval.

#### **V. Relevant Risk Reminder**

Before implementation, the Profit Distribution Preplan for 2024 shall be submitted to the Annual General Meeting of Shareholders for 2024 Fiscal Year for approval, please take caution to relevant investment risks.

#### **VI. Reference Documents**

1. Resolutions of the 14<sup>th</sup> Session of the Eighth Board of Directors;
2. Resolutions of the 14<sup>th</sup> Session of the Eighth Board of Supervisors;
3. 2024 Annual Audit Report (KPMG Huazhen Shenzi No. 2507063).

Board of Directors of Zhejiang Supor Co., Ltd.

March 28, 2025